

Budget Committee Meeting Minutes
Wednesday, July 18, 2007
4:05 p.m.
Third Floor, City Hall

Present: **Chair: CW Flood**

Members: **Vice-Chair CM Heiner, CW Shanklin, CM King, CM Kramer,**
 CM Unseld & (10:45am)

Absent: **CM Downard, CM Fleming, CW Woolridge, CM Johnson & CM Benson**
 (all excused absences)

Also Present: **CW Green**

Chairman Flood began the meeting by announcing the members of the committee and non-committee member that were present. Quorum was established.

PENDING LEGISLATION

[O-155-06-07 AN ORDINANCE OF THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT \("METRO LOUISVILLE"\) CONFIRMING AND ORDAINING THE PRIOR OFFICIAL COMMITMENTS OF METRO LOUISVILLE TO MAKE GUARANTEED PAYMENTS OVER APPROXIMATELY 30 YEARS OF NOT TO EXCEED \\$309,000,000 FOR FINANCING A PORTION OF THE LOUISVILLE ARENA PROJECT, CONSTITUTING A MONETARY OBLIGATION OF METRO LOUISVILLE; REQUESTING THE KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY \("KEDFA"\) TO ISSUE BONDS FOR THE BENEFIT OF THE LOUISVILLE ARENA AUTHORITY, INC., A KENTUCKY NONPROFIT CORPORATION, FOR THE FINANCING OF A PORTION OF THE COSTS OF THE LOUISVILLE ARENA PROJECT; AND AUTHORIZING AND ORDAINING THE APPLICATION OF CERTAIN PLEDGED RECEIPTS FOR THE PURPOSE OF PROVIDING THE GUARANTEED PAYMENTS.](#)

Status: In-Committee
Committee: Budget
Primary Sponsor:
Rick Blackwell
Jim King
Kelly Downard

Motion made to approve made by Jim King and seconded by Kevin Kramer.

Discussion: A handout was distributed by CM King. [\(attached\)](#)
The following were highlights of the discussion:

- Desired accomplishments of the ordinance
 - Operating expenses to be paid by operating revenue
 - Shields taxpayers from other expenses
 - Make a contingent payment in any two consecutive years
 - Requirement of engaging an arena consultant
 - Revised language is a clarification of the intention of parties
 - New language memorializes a cash flow
 - Measure of trust is necessary to accept the Arena Authority's TIF projections
 - Based on this projections, the potential rewards far outweigh the potential risks
 - Not comfortable delaying the item so as to get best deal possible on interest rates
 - TIF revenue timing
 - TIF district is a 20 year not 30 year
 - Issuance of bonds
 - PARC revenues is a separate component
 - Maintenance handled in regards to net pledged revenues

Having no further discussion, the committee voted unanimously to send the item to **OLD BUSINESS**.

****Special Note: the Chair was requested to revisit the item and was asked to send the item to **CONSENT CALENDAR**. Without objection the item was sent to Consent Calendar. If further discussion was needed on the item, CM King mentioned it could be moved from Consent Calendar to Old Business on the Floor at the Metro Council meeting.

For: 6; Against: 0; Abstain: 0; Absent: 5

For: Jim King, Hal Heiner, Barbara Shanklin, Kevin Kramer, George Unseld, Madonna Flood

Against: (None)

Abstain: (None)

Absent: Kenneth C. Fleming, Kelly Downard, Stuart Benson, Mary C. Woolridge, Dan Johnson

[R-120-07-07 A RESOLUTION OF THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT AUTHORIZING THE EXECUTION OF A MEMORANDUM OF AGREEMENT BY AND BETWEEN THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT AND WESTPORT AXEL CORPORATION RELATING TO AN INDUSTRIAL BUILDING PROJECT UNDERTAKING THE ISSUANCE OF INDUSTRIAL BUILDING REVENUE BONDS AT THE APPROPRIATE TIME TO FINANCE THE PROJECT; AND TAKING OTHER PRELIMINARY ACTION.](#)

Status: In-Committee
Committee: Budget
Primary Sponsor: Glen Stuckel

Motion made to approve made by Hal Heiner and seconded by Kevin Kramer.

Discussion: Bill Skees, acting Bond Counsel for Westport Axel Corporation, stated the inducement resolution is not the bond itself. Will create 87 new local jobs; will bring substantial number of local employees. This will bring all machinery to Louisville. There is no obligation of Metro Louisville.

Having no further discussion, the committee voted unanimously to approve the item and send to the **CONSENT CALENDAR**.

For: 6; Against: 0; Abstain: 0; Absent: 5

For: Jim King, Hal Heiner, Barbara Shanklin, Kevin Kramer, George Unseld, Madonna Flood

Against: (None)

Abstain: (None)

Absent: Kenneth C. Fleming, Kelly Downard, Stuart Benson, Mary C. Woolridge, Dan Johnson

O-171-07-07 AN ORDINANCE AMENDING ORDINANCE NO. 127, SERIES 2007, RELATING TO THE FISCAL YEAR 2007-08 OPERATING BUDGET FOR THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT, BY AMENDING DESCRIPTIVE LANGUAGE RELATED TO METRO COUNCIL STAFFING.

Status: In-Committee
Committee: Budget
Primary Sponsor:
Rick Blackwell
Tina Ward-Pugh

This item was HELD IN COMMITTEE at the request of the sponsor.

O-33-02-07 AN ORDINANCE TO CREATE NEW SECTIONS OF CHAPTER 37 OF THE LOUISVILLE/JEFFERSON COUNTY METRO CODE OF ORDINANCES ("LMCO") TO DEVELOP A REPORT THAT IDENTIFIES METRO GOVERNMENT'S FUNCTIONS, SERVICES OR ACTIVITIES AND THEIR ASSOCIATED COSTS.

Status: In Committee - Held
Committee: Budget
Primary Sponsor:
Kenneth C. Fleming
Tina Ward-Pugh

This item REMAINED HELD IN COMMITTEE.

O-120-05-07 AN ORDINANCE AMENDING ORDINANCE NO. 111, SERIES 2006, RELATING TO THE FISCAL YEAR 2006-07 OPERATING BUDGET FOR THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT AND ORDINANCE NO. 112, SERIES 2006 RELATING TO THE FISCAL YEAR 2006-07 CAPITAL BUDGET FOR THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT, BY TRANSFERRING \$495,000 FROM THE CITY EQUIPMENT REPLACEMENT FUND TO THE GENERAL FUND FOR ELECTED OFFICIALS – SHERIFF.

Status: In Committee - Tabled
Committee: Budget
Primary Sponsor:
Kelly Downard
Hal Heiner
Kevin Kramer

This item REMAINED TABLED

O-31-02-07 (S) AN ORDINANCE RE-ENACTING CHAPTER 38.01, 38.02 38.09, AND 38.98 OF THE LOUISVILLE METRO CODE OF ORDINANCES. (AS AMENDED)

Status: In Committee - Tabled
Committee: Budget
Primary Sponsor: Kevin Kramer

This item REMAINED TABLED.

Motion made to adjourn made by Kevin Kramer and seconded by Jim King. Without objection, the meeting adjourned at 4:55PM

***NOTE: Items sent to the Consent Calendar or Old Business will be heard before the full Council at the July 26, 2007 Metro Council Meeting. Full discussion is available upon request of the Clerk's Office (502) 574-3902.**
KLP